

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 1098 - HB 1351**

March 23, 2009

**SUMMARY OF BILL:** Authorizes municipalities operating electric plants to offer cable and internet services beyond their service area upon the request of a governmental entity.

**ESTIMATED FISCAL IMPACT:**

**Increase State Revenue – Not Significant**

**Decrease State Revenue – Not Significant**

**Increase Local Revenue – Exceeds \$100,000/Permissive**

**Increase Local Expenditures – Exceeds \$100,000/Permissive**

Assumptions:

- According to the Department of Revenue, any increase in sales tax and decrease in franchise and excise tax as a result of municipal electric systems offering additional cable and internet services is estimated to be not significant.
- Utilities must recover their costs through rates charged to customers. Any increase in expenditures for expanding services and installing infrastructure will require additional revenue from customers.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly distinguishable.

James W. White, Executive Director

/kmc